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**EX-AFFILIATED COMPUTER SERVICES EXECUTIVE
SENTENCED TO 37 MONTHS BY MANHATTAN FEDERAL COURT**

DAVID N. KELLEY, the United States Attorney for the Southern District of New York, announced that JAMES DONNELL, a former Vice President of Affiliated Computer Services ("ACS"), was sentenced on Friday in Manhattan federal court to 37 months' imprisonment following his January 2004 conviction for participating in a scheme to defraud numerous ACS clients of approximately \$3.8 million by fraudulently inflating customer invoices. DONNELL's conviction followed a one-week jury trial before United States District Judge JED S. RAKOFF.

According to the evidence at trial, ACS maintained facilities in Utica and Woodbury, New York, that provided "back office" services to dozens of banks and credit unions located in New York State. These services included printing, postage metering, mailing and check and data processing services.

According to the evidence at trial, during the period of 1997 through 2000, DONNELL was the highest ranking executive officer in ACS's New York State operations and he ran all of ACS's "back office services" operations in New York State. As

Vice President for Operations, DONNELL managed approximately 400 employees in both the Utica and Woodbury facilities of ACS. DONNELL reported directly to corporate management at ACS's corporate headquarters, which is located in Dallas, Texas.

The evidence at trial established that during the period of 1997 through 2000, DONNELL instructed several employees in both the Utica and Woodbury branches of ACS to fraudulently alter billing records in various of ACS's service areas, and to mail hundreds of fraudulently inflated invoices to the various banks and credit unions that were ACS's customers. The evidence also showed that DONNELL himself made numerous handwritten notations on ACS billing records reflecting increases he instructed employees to make in various billing categories.

The evidence at trial established that as a result of these numerous fraudulent overbillings, DONNELL and others acting at his direction falsely inflated ACS's revenues, and, based on those false revenues, DONNELL obtained for himself enhanced yearly bonuses which were determined in part by the annual financial performance of ACS's New York State "back office" services operations.

According to the evidence at trial, among the more than 60 banks and credit unions that were victimized by the fraud scheme were Dime Savings Bank of New York, Flushing Savings Bank, Long Island Savings Bank, Home Federal Savings Bank, Suffolk County National Bank and Atlantic Bank of New York. The evidence

at trial established that within months after ACS uncovered the fraudulent scheme in early 2001, ACS repaid all of these banks the amounts they had been overcharged, including interest.

In addition to sentencing DONNELL to the 37-month prison term, Judge RAKOFF ordered him to pay \$459,632 in restitution to ACS, representing the amount of DONNELL's personal bonuses that were inflated as a result of the fraud and the amount of interest ACS repaid the victims in this case.

DONNELL, 46, of Mount Sinai, New York, was convicted on of one count of conspiracy to commit mail fraud and four counts of mail fraud.

Mr. KELLEY is a member of President's Corporate Fraud Task Force, which is headed by Deputy Attorney General JAMES B. COMEY.

Assistant United States Attorneys JONATHAN S. ABERNETHY and DAVID M. SIEGAL are in charge of the prosecution.

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